By: Carona S.B. No. 259

A BILL TO BE ENTITLED

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- 2 relating to telecommunications services and markets.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 52.007, Utilities Code, is amended by
- 5 adding Subsections (d-1) and (d-2) to read as follows:
- 6 (d-1) The commission may not require a nondominant carrier
- 7 to obtain advance approval for a filing with the commission or a
- 8 posting on the nondominant carrier's Internet website that adds,
- 9 modifies, withdraws, or grandfathers a retail service or the
- 10 service's rates, terms, or conditions.
- 11 (d-2) In this subsection, "deregulated company" and
- 12 "transitioning company" have the meanings assigned by Section
- 13 <u>65.002</u>. The commission may not require a deregulated company or
- 14 transitioning company to obtain advance approval for a filing with
- 15 the commission or a posting on the company's Internet website that
- 16 adds, modifies, withdraws, or grandfathers:
- 17 (1) a nonbasic retail service or the service's rates,
- 18 terms, or conditions; or
- 19 (2) a basic network service for a market that has been
- 20 <u>deregulated or the service's rates, terms, or conditions.</u>
- 21 SECTION 2. Section 52.154, Utilities Code, is amended to
- 22 read as follows:
- Sec. 52.154. COMMISSION MAY NOT OVERBURDEN. The commission
- 24 may not, by a rule or regulatory practice adopted under this

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- 1 chapter, impose on a telecommunications utility a greater
- 2 regulatory burden than is imposed on a holder of a certificate of
- 3 convenience and necessity serving the same area or a deregulated
- 4 company, as defined by Section 65.002, that holds a certificate of
- 5 operating authority serving the same area.
- 6 SECTION 3. Subchapter A, Chapter 55, Utilities Code, is
- 7 amended by adding Section 55.018 to read as follows:
- 8 Sec. 55.018. APPLICABILITY TO ELECTING OR TRANSITIONING
- 9 COMPANY. Sections 55.001, 55.002, 55.003, and 55.004 do not apply
- 10 to nonbasic services offered by an electing company, as defined by
- 11 Section 58.002, or by a transitioning company, as defined by
- 12 Section 65.002.
- SECTION 4. Section 65.101, Utilities Code, is amended by
- 14 adding Subsection (c) to read as follows:
- 15 <u>(c) A deregulated company that holds a certificate of</u>
- 16 operating authority is a nondominant carrier.
- 17 SECTION 5. Section 65.102, Utilities Code, is amended to
- 18 read as follows:
- 19 Sec. 65.102. REQUIREMENTS. (a) A deregulated company that
- 20 holds a certificate of operating authority issued under this
- 21 subchapter[+
- 22 [(1) is a nondominant carrier governed in the same
- 23 manner as a holder of a certificate of operating authority issued
- 24 under Chapter 54;
- 25 $\left[\frac{(2)}{2}\right]$ is not required to:
- (1) $[\frac{\langle A \rangle}{\langle A \rangle}]$ fulfill the obligations of a provider of
- 27 last resort;

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                (2) [(B)] comply with retail quality of service
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    standards or reporting requirements;
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                (3) [\frac{(C)}{C}] file an earnings report with the commission
    unless the company is receiving support from the Texas High Cost
 4
 5
    Universal Service Plan; or
                (4) [(D)] comply with a pricing requirement other than
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 7
    a requirement prescribed by this subchapter [; and
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                [(3) is subject to the following provisions in the
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    same manner as an incumbent local exchange company that is not
10
    deregulated:
                      [(A) Sections 54.156, 54.158, and 54.159;
11
                      (B) Section 55.012; and
12
                      [\frac{(C) \quad \text{Chapter } 60}{(C) \quad \text{Chapter } 60}].
13
               Notwithstanding any other provision of this title, the
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    commission has only the authority provided by this section over a
    deregulated company that holds a certificate of operating authority
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    issued under this subchapter. The commission may enforce:
                (1) this subchapter using the remedies provided by
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    Subchapter B, Chapter 15;
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                (2) Section 52.007;
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                (3) Sections 54.105, 54.156, 54.158, 54.159, 54.255,
    54.256, 54.257, 54.259, 54.260, and 54.261;
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                (4) Sections 55.015, 55.123, 55.133, and 55.136;
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                (5)
                     Chapter 56, except Subchapters F and G;
                (6) Chapter 60, except Sections 60.001 and 60.101;
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26
                (7) Chapter 62;
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                (8) Subchapter E, Chapter 64;
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(9) Subchapter E, Chapter 65; and 1 2 (10) Chapter 66. (c) The commission's authority in this subchapter is 3 subject to: 4 5 (1) Sections 51.003 and 51.010(c); (2) Section 52.002(d); 6 (3) Sections 54.003, 54.204, 54.205, and 54.206; and 7 8 (4) Section 65.051. [Except as provided by Subsection (c), in each deregulated market, a deregulated company shall make 9 10 available to all residential customers uniformly throughout that market the same price, terms, and conditions for all basic and 11 non-basic services, consistent with any pricing flexibility 12 available to such company. 13 [(c) A deregulated company may offer to an individual 14 15 residential customer a promotional offer that is not available uniformly throughout the market if the company makes the offer 16 through a medium other than direct mail or mass electronic media and 17 the offer is intended to retain or obtain a customer. 18 SECTION 6. Section 65.154(a), Utilities Code, is amended to 19 read as follows: 20 (a) A transitioning company is not required to comply with 21 the following requirements prescribed by this title on submission 22 23 of a written notice to the commission: 24 (1) a direct or indirect requirement to price a 25 [residential] service at, above, or according to the long-run incremental cost of the service or to otherwise use long-run 26 in establishing prices for [residential] 27 incremental cost

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- 1 services; or
- 2 (2) a requirement to file with the commission a
- 3 long-run incremental cost study for residential or business
- 4 services.
- 5 SECTION 7. Section 65.155, Utilities Code, is amended to
- 6 read as follows:
- 7 Sec. 65.155. COMPLAINT BY AFFECTED PERSON. $\left[\frac{a}{a}\right]$ An
- 8 affected person may file a complaint at the commission challenging
- 9 whether a transitioning company is complying with Section
- 10 65.154(b).
- 11 [(b) Notwithstanding Section 65.154(a)(2), the commission
- 12 may require a transitioning company to submit a long-run
- 13 incremental cost study for a business service that is the subject of
- 14 a complaint submitted under Subsection (a).
- SECTION 8. The following provisions of the Utilities Code
- 16 are repealed:
- 17 (1) Section 55.012; and
- 18 (2) Sections 65.153(c) and (c-1).
- 19 SECTION 9. This Act takes effect September 1, 2013.